# The Israeli Histadrut: an apartheid institution

Scottish Palestine Solidarity Campaign briefing paper for trade unionists

The Israeli pseudo-trade union, the Histadrut, is an active supporter of illegal occupation and dispossession of Palestinians. The Histadrut actively worked to defeat the Palestinian *intifada* (uprising) for freedom from illegal military occupation. The Histadrut's construction company has been involved in massive construction programmes in the Occupied Territories. The Histadrut recruits illegal settlers while keeping out Palestinians; and endorses the denial of any basic human rights to Palestinian workers in sweatshops in zones under direct Israeli military control.



A Zionist poster from the 1930s encourages settlers to buy only watermelons that are produced in Jewish settlements. (Israel MFA)

#### **CONTENTS:**

- Labour Zionism and the Histadrut are the real criminals
- Driving Arabs out of jobs a precursor to ethnic cleansing
- Opposition to trade union unity
- The Histadrut and the ethnic cleansing of the Palestinian people
- Histadrut and the Gaza massacre
- Histadrut a vital element of an apartheid state
- Appendix 1: Draft resolution for union branches and committees
- Appendix 2: Sawt el-Amel's Assessment of the Histadrut

www.scottishpsc.org.uk
tradeunionsolidarity@scottishpsc.org.uk
Scottish Palestine Solidarity Campaign
c/o Peace & Justice Centre, Princes Street, Edinburgh, EH2 4BJ
0131 620 0052

The institutions of Labour Zionism, rather than its Revisionist competitors, have been the main driving force in the ethnic cleansing of the Palestinian people during most of the lifetime of the Zionist colonisation of Palestine and the lifetime of the Israeli state.

Today, almost three million Palestinian Arab people live under Israeli military occupation, in force since 1967. They are denied Israeli citizenship, their rights to land and property, or basic human rights most of us take for granted. They are subject to mass arrests and detention in Israeli prisons. They are deprived of homes by incessant house demolitions (no Jewish home could be demolished in this way). They are subject to relentless state terrorist attacks, targeted assassination and bombing of the civilian population. They are crippled by on-going collective punishments and the expropriation and destruction of property, agricultural land and crops. They are fragmented and imprisoned by the establishment of illegal Israeli settlements, the mass relocation of Israeli Jewish populations to the illegally expropriated Palestinian land and the development of a permanent and illegal Israeli infrastructure, including by-pass roads and the apartheid wall. They are terrorised by military attacks, torture, arbitrary arrests and a rate of imprisonment unequalled anywhere else on earth. Palestinians are being deliberately pauperised by the imposition of severe restrictions on movement (curfews, imprisonment and siege of towns and villages), each and all designed to produce economic strangulation and deliberate impoverishment. They are denied the right to adequate food and water, the right to life-saving medical help, the right to housing, the right to education and the right to work.

#### Labour Zionism and the Histadrut are the real criminals

All the institutions which support the Zionist state are complicit in these crimes: the Israeli pseudo-trade union, the Histadrut, is an active supporter of illegal occupation and dispossession of Palestinians. The Histadrut actively worked to defeat the Palestinian *intifada* (uprising) for freedom from illegal military occupation. The Histadrut's construction company has been involved in massive construction programmes in the Occupied Territories. The Histadrut recruits illegal settlers while keeping out Palestinians; and endorses the denial of any basic human rights to Palestinian workers in sweatshops in zones under direct Israeli military control.

This should come as no surprise. Labour Zionism and the Histadrut have long spearheaded the ethnic cleansing of Palestinians, not only in 1948 and 1967, but until the present. Labour and the Histadrut drove the construction of the illegal colonies in the Occupied Territories long before the Likud and partners took over the driving seat; and Labour-Zionism, with the Histadrut at its centre, devised the ghetto-creating, land grab project known as the Wall, designed, as is common knowledge in Israel itself, to make the lives of Palestinians so hellish that they will leave. Labour and the Histadrut did all this while pretending to be 'democrats' and the 'soft cop' to the 'hard cop' Sharon.

Amir Peretz, for example, came from the Histadrut to occupy the Ministry of Defence. As Minister of Defence he committed Israel to keeping all of Jerusalem, and permanent war on refugees who dare to reclaim their internationally-recognised rights. He put forward the 'Hong Kong paradigm' of holding on to Israel's large illegal settlements on the West bank – illegal under international law – by forcing the Palestinians to lease them back for 99 years.

Peretz was responsible for the army, the 'Israeli Defence Force', which has been found guilty by British juries of the murder of two British citizens, cameraman James Miller and student Tom Hurndall. This army enforces the illegal occupation, now in its 43rd year.



Defense Minister Amir Peretz (R) and IDF Chief of Staff Dan Halutz speaking at a press conference in June 2006 denying the Israeli army shelling and killing of 7 members of a Palestinian family on Gaza beach. (Photo: Motti Kimchi)

The political positions of the Histadrut's Peretz, whether on refugee rights, or the seizure of Jerusalem and other areas of the West Bank, are part of the Zionist mainstream and when implemented violate fundamental Palestinian human rights.

## Driving Arabs out of jobs – a precursor to ethnic cleansing

The various strands of the Labour Zionist movement were unified from 1920 onwards in the General Organisation of Hebrew Workers in the Land of Israel, known as the Histadrut, the Hebrew word for 'organisation'. In Zionist discourse, it should be noted, the phrase 'Land of Israel' is not to be confused with any version of Israel on any existing map, but means the future borders of an expanded Israel. The 'left wing' of the Zionist movement was the tendency which became dominant in the pre-state Zionist community in Palestine and in the State of Israel from its foundation until the present day. (Much weakened politically, Labour Zionism remains dominant in the institutions of the state and commerce.) This section was the most aggressive in 'the conquest of labour' by Jewish immigrants and the expulsion of native Arab Palestinians from employment.

The Histadrut, with the wider Zionist movement, opposed any fully-representative form of government in British-controlled Palestine. The Histadrut insisted that the democratic and other national rights of the majority Palestinians were inferior to the rights of Zionist Jews to own and control the land of Palestine. The Labour-Zionist leadership of the Histadrut denied the legitimacy of Palestinian Arab nationalism. Socialist rhetoric was 'a bow tie to conceal throat cancer.' Labour Zionists, with the Histadrut at the core, worked for the supremacy of Jews over the native people.

Whereas Jewish employers naturally preferred cheaper Arab labour to European Jewish labour, and would tend to keep Arab workers within the economy to benefit from such cheap labour, it was the Labour Zionists who fought to expel Arab workers from an autarchic Jewish economy and replace them with Jewish workers. Such policies of driving Arabs out of employment were justified, with 'socialist' arguments, as in the long-term interests of these Arab workers being evicted from their jobs. The main aim of the Labour Zionists from the very beginning until the present day has been the expulsion of Arabs from every possible sector of the Palestinian and Israeli economy to facilitate Jewish employment. This is known by the Histadrut as 'the struggle for Hebrew labour'.

The founders of the Histadrut envisaged it as an exclusively Jewish political-industrial organisation for the development of an exclusively Jewish economy: its founding congress committed it to 'a society of Jewish labour in Eretz Yisra'el'. Even in mixed workplaces, Jewish workers must have their own separate organisations to which Arabs need not apply.

The Histadrut launched many campaigns to drive Arab workers from particular industrial and agricultural sectors and to have Jews hired instead. David Hacohen, who followed Ben-Gurion as a leader of the MAPAI, the main Zionist 'socialist ' party, defended his 'socialism' and the Histadrut's project to drive Arabs out of jobs:



The General Union of the Hebrew Workers in Eretz Israel (Histradut) was established in 1920 and its first leader was David Ben Gurion. In the membership card of each member was written that the Histradut is an organisation, the goal of which is the establishment of the Hebrew working class. This Histadrut poster from the 1940s states "Let Us Work! Buy Local Goods," meaning Jewish made goods. (Alternative Information Centre)

"I remember being one of the first of our comrades to go to London after the First World War. ...
There I became a socialist. ... [In Palestine] I had to fight my friends on the issue of Jewish socialism, to defend the fact that I would not accept Arabs in my trade union, the Histadrut; to defend preaching to the housewives that they not buy at Arab stores, to prevent Arab workers from getting jobs there. .... To pour kerosene on the Arab tomatoes; to attack Jewish housewives in the markets and smash the Arab eggs they had bought; to praise to the skies the Jewish National Fund that sent Hankin to Beirut to buy land from absentee landlords and to throw the peasants off the land - to buy dozens of dunums - from an Arab is permitted, but to sell, God forbid, one Jewish dunam to an Arab is prohibited." (Haaretz, 15/11/1969)

In the spring of 1934 there was a Histadrut campaign to achieve Hebrew labour in the cities, with mobile bands of pickets trying to forcibly expel Arab workers from their jobs. These tactics led to clashes between Jews attempting to keep out or drive out Arab workers, and Arab workers trying to get to or stay at their jobs. The Histadrut press and rallies denounced the employment of Arab workers, who were depicted as "cheap," "unorganized," and "alien"(!) and demanded a boycott of Arab produce and products. The normal trade union struggle for improved conditions and wages was always secondary to the racist 'struggle for Hebrew labour.'

Where the Histadrut had no alternative to supporting Arab-Jewish co-operation in certain workplaces, it was only for a limited time period, to enable Jewish Histadrut members to survive in their jobs, and to maintain a Jewish presence in a particular industry or sector. The Histadrut's drive to replace Arab with Jewish labour was always dominant, and was well known to the leaders of the Arab working class which grew from the 1920's onwards.

## Opposition to trade union unity

Histadrut leader Ben Gurion, later Israel's first Prime Minister, opposed various moves to unity by Jewish and Arab trade unionists and insisted on 'separate but equal' Jewish and Arab trade union organisations. Arab workers, for their part, could not join a Zionist organisation whose aim was to replace them with Jewish workers. The left, the Communist Party, called for Jewish workers to break with Zionism and to form an alliance with Arab workers.

When the Rail Workers Council declared in favour of a union open to all who worked on the railways, Ben Gurion denounced the vote and the Jewish radicals who supported the move. He said that only Jews should have had the right to vote on the matter of Jewish-Arab unity!

The Arab railway workers refrained from joining the Histadrut, and those who did join quit as a result of their bitter experience, after they observed that the Histadrut's trade unionism consisted of discrimination against Arab workers. They saw the Histadrut as harmful to their interests both as workers and as Arabs. Palestine Arab Workers Society (PAWS) held a nation-wide congress of Arab workers in 1930, which asked for a proportional share of government jobs, while the Zionists sought privileges over Arabs. One of their leaflets concluded that:

"Our extensive experience in joint work with the leadership of the (Histadrut-affiliated) NURPTW has made it clear to us that this leadership is not interested in unity between Arab and Jewish workers, because of its Zionist character."

The statement insisted that there was "no possibility of cooperation as long as the NURPTW is not a genuine workers' organization" and called upon the Jewish railway workers to choose leaders who "truthfully and sincerely favour unity between Arab and Jewish workers."

It was impossible to conceal the apartheid nature of the Zionist project; even an ally such as British Prime Minister, Ramsay MacDonald, told Ben-Gurion that the truth was leaking out:

"The Muslims of Bengal are hinting to us that we must satisfy the Arabs of Palestine... Look here, the Jewish Agency has a rule that forbids employment of Arab workers. Until now it went unnoticed, but now the business is known throughout India. I even asked to be provided with a copy of a Jewish Agency contract, to see for myself whether a rule enforcing exclusively Jewish labour does exist... You are causing us tremendous problems."

From April 1936, there was a convergence of the Arab workers union with the radical section of the Palestinian national movement, stimulating the Palestinian anti-colonial, anti-Zionist, revolt, which involved the longest general strike in history in that same year. This six month general strike was openly insurrectional against British rule and Zionism. The 1936 May Day rally organized by the PAWS in Haifa, with a large representation of railway workers, sent a message to the High Commissioner denouncing the government for tolerating the "judaization of this Arab country, depriving the worker of his job and the peasant of his land."



British soldiers charge Palestinian protestors, Jerusalem, June 1936

## The Histadrut and the ethnic cleansing of the Palestinian people

Since 1948 the Histadrut has been centrally involved in forging and maintaining Israel's apartheid system, including Israel's apartheid land ownership, a key cause of the conflict. The Histadrut owns numerous Kibbutzim and Moshavim (cooperative agricultural settlements) which continue to deny Arabs, including the one million Arab citizens of Israel, access to the lands that have been taken from them by fraud and force. Not a single Arab has been allowed to join these Histadrut-owned collective farms.



In 1948, over 700,000 Palestinian men, women, and children were forced to flee their homes – Israel has until today has denied their right to return.

Former MK (Member of the Knesset) and Minister Shulamit Aloni has described this apartheid land-holding system of which the Histadrut's kibbutzim are a component:

"The Arab citizen in Israel, or his representatives, has no voice concerning the right of the lease of lands for cultivation or agricultural settlement. In all the government or public committees on this subject, there is not one single non-Jewish representative. Furthermore, all options for agricultural settlement are carried out through the Jewish Agency, and any person who is non-Jewish, even if he (or she) is the spouse of a Jew, cannot be a farmer here in this country, even if he (or she) is a citizen."

These kibbutzim developed as military camps on land the peasants had been driven off: the Histadrut also controlled

the armed Zionist militia, the Haganah, which defended the expropriators and went on to play the central part in the ethnic cleansing of much of Palestine in 1948. Both the Histadrut and the Israeli Army, the successor to the Haganah, still collude in the ethnic cleansing of the Palestinians to this day. Zionists consciously planned the ethnic cleansing of the natives from the beginning. They knew, however, they

could not openly admit this. The poor were to be moved out of their towns and villages by politico-military-economic processes of impoverishment still used by the Israelis today. Herzl, Zionism's founding father wrote:

"We shall try to spirit the penniless population across the border by...denying it employment in our country. The property owners will come over to our side. Both the process of expropriation and the removal of the poor must be carried out discretely."

Land would be transferred 'eternally' to Jews and never allowed to be sold back again to any Arab, a process still under way in Israel Palestine. The Labour Zionist project needed, and got, a sympathetic British colonial administration, which worked together with the Zionists to deny basic democratic rights to the native Palestinian people. Such rights would inevitably have strengthened their ability to resist their dispossession.

When the same principle was directed against Jews, the practice can be seen as racism. When Palestinians are today the victims of such state-enforced racism – apartheid – how can the international trade union movement still welcome the perpetrators into its gatherings, or accept the Histadrut, against all the evidence, as a legitimate trade union.

#### Histadrut and the Gaza massacre

In January 2009, as Israeli tanks and aircraft rained down explosives on the Gaza Strip, the Histadrut issued a statement aimed at the international trade union movement which fully supported the Israeli military offensive. According to the statement Israel embarked on Operation Cast Lead after acting with great restraint for many years towards unbearable terror attacks from Gaza and making every diplomatic attempt to avoid confrontation... Israel had no choice but to respond to the repeated attacks and aggression as an act of justifiable self-defence. [It praised] the sincere desire of Israel to avoid harming uninvolved Palestinians by issuing warnings prior to attacks.

The Histadrut placed the blame for any civilian burnt to death by Israeli white phosphorous at the door of Hamas, for employing 'despicable tactics- such as targeting Israeli civilians while using Palestinian civilians as human shields'.



More than 1,300 Palestinian men, women and children in the Gaza Strip were killed during 22 days of Israeli shelling from sea, air and land.



Palestinian firemen try to extinguish a fire following an Israeli strike in Rafah, southern Gaza Strip, 27 December 2008. (Hatem Omar/MaanImages)

The claims made by the Histadrut to justify the bombardment of Gaza fly in

the face of evidence collected by journalists, human rights agencies and the United Nations fact-finding mission headed by Richard Goldstone. Goldstone's investigation found that "the Israeli armed forces had carried out direct intentional strikes against civilians" and described "the repeated failure to distinguish between combatants and civilians" as "the result of deliberate guidance issued to soldiers, as described by them and not the result of occasional lapses."

The inquiry team saw no evidence that Hamas had used Palestinian civilians as 'human shields', as claimed by the Histadrut, although it

noted that "Israeli troops used Palestinian men as human shields whilst conducting house searches." The findings of the report were endorsed by the overwhelming majority of delegates at the U.N. General Assembly.

The statement issued by the Histadrut can only be seen as a deliberate attempt to mislead the international labour movement and provide cover for the war crimes being committed by Israel forces in Gaza. Trade unionists should remember this track record of deception when they hear claims being made by representatives of the Histadrut.

## Histadrut – a vital element of an apartheid state

Israel is an apartheid state, and all Zionist parties and institutions are openly committed to maintaining a majority of 'Jewish' citizens in the State of Israel. The Histadrut is part and parcel of this drive.

All Jewish Israeli political parties are committed to denying full equality to non-Jews, to the seizure of land in the illegally-occupied West Bank, and to the continued violation of international law and Palestinian refugee rights. The Histadrut's Amir Peretz played a major role in this as Minister of 'Defence'. Israel has one system of law in the Occupied Territories for Jews, and another for Arabs: this apartheid legal system was described by Jacob Shapiro, later Minister of Justice:



There are almost 7,000 Palestinian political prisoners in Israeli detention, including some 300 child prisoners.

"The established order in Palestine since the Defence Regulations is unparalleled in any civilized country. Even in Nazi Germany there were no such laws... Only in an occupied country do you find a system resembling ours."

Apartheid differs from popular racism in that the racism is state-directed and enforced. Where Israel differs from South African apartheid is that much of the racism – not all – is sub-contracted to semi-state organisations, such as the JNF (Jewish National Fund) and the Histadrut. The former administers a radical apartheid system of land-holding which bars non-Jews from benefiting from over 93% of all the lands in 1949-67 Israel; the Histadrut acts to organise the Israeli Jewish labour force in furtherance of the same Zionist goals.

This racist project can be wrapped in radical-sounding language. One past Secretary-General of the Histadrut, Itzhak Ben-Aharon criticised Israeli employers' use of super-cheap Arab labour, but did not allow the Histadrut to recruit these workers from the areas under Israeli military rule, preferring an apartheid solution instead - that they should be removed from Israel.

Western governments have tacitly or even openly supported Israel's Wall and colonies. Israel can only be expected to grow more aggressive, denying Palestinians even the most minimum human rights and driving hundreds of millions of Arabs and Muslims into a fully-justified fury.

Ronnie Kasrils, Jewish veteran of the liberation struggle in South Africa, reports that Archbishop Desmond Tutu describes "the violence of that apartheid regime as inhuman, but was a picnic in comparison with the utter brutality of Israel's occupation of Palestine."



Graffiti: solidarity from the University of the Witwatersrand (Wits) Palestine Solidarity Committee of South Africa

Since governments are complicit, it falls to international civil society to act by answering the call from Palestinian civil society for sanctions and boycotts. One apartheid system down, one more to go. One of the strongest voices raised against the international campaign for a boycott, divestment and sanctions against Israel has been that of the Histadrut, which has been especially vocal in opposing support by trade unions for the boycott campaign and has sent representatives to labour gatherings around the world to promote its views. It presents itself as an organisation that supports peace between Israel and the Palestinians and claims to oppose the boycott because it is counter-productive. In fact, the Histadrut fully supports the occupation of Palestinian land by the Israeli state, the racist discrimination which goes hand-in-hand with that occupation and the violence used to enforce it. There is no mere tactical difference between the Histadrut and trade unionists campaigning for solidarity with the Palestinian people – it is a fundamental difference of principle between those who support the illegal occupation and those who oppose it.

Little wonder that in 2007 a coalition of Palestinian labour organisations urged the international trade union movement to shun the Histadrut and reject its attempts the whitewash the occupation with the following plea:



"Since its inception, the Histadrut has supported the occupation and enacted racist policies against our workers, denying them their rights. It has kept silent in front of Israel's crimes against our people throughout the decades of occupation. We are thus asking the international trade unions to boycott the Histadrut to pressure it to guarantee rights for our workers and to pressure the government to end the occupation and to recognise the full rights of the Palestinian people."

On 24th June 2009 the Confederation of South African Trade Unions issued the following declaration;

"We must call for the isolation of Histadrut, Israel's racist trade union, which supports unconditionally the occupation of Palestine and the inhumane treatment of the Arab workers in Israel."

In re-assessing its relationship with Histadrut we ask the STUC and its affiliated unions to:

- 1. recognise the collusion of Histadrut in the historical and ongoing brutal violation of the human rights of Palestinians
- 2. sever all relations with the Histadrut until it supports the application of international law to the resolution of the Palestine-Israel crisis

#### **Scottish Palestine Solidarity Campaign**

Rab Paterson & Mick Napier, September 2010

c/o Peace & Justice Centre Princes Street Edinburgh EH2 4BJ www.scottishpsc.org.uk campaign@scottishpsc.org.uk 0131 620 0052

## **Appendix 1**

#### Draft resolution for union branches and committees

This branch notes

- the collusion of the Israeli Histadrut in the ongoing brutal violation of the human rights of Palestinians
- the appeal from Palestinian civil society for "broad boycotts and implement divestment initiatives against Israel similar to those applied to South Africa in the apartheid era," which was signed by over 170 Palestinian organisations, including the PGFTU
- the positions adopted by the Histadrut which endanger regional peace

#### This Branch resolves to:

- Invite a representative of the Palestine Federation of Trade unions to inform our members of the reality of life under occupation and the true state of Histadrut-Palestinian relations
- Sever all relations with the Israeli Histadrut until it supports the application of international law to the resolution of the Palestine-Israel crisis
- Calls upon our National Executive to do likewise
- Calls upon our National Executive to appeal to the STUC, the TUC, and other international trade union bodies to which we are affiliated to do likewise





In June 2010 800 trade unionists and Palestine solidarity activists from the San Francisco Bay Area (pictured) block the unloading of an Israeli cargo ship for 24 hours. In Sweden the Dockworkers Union announce plans for a week-long blockade of all trade with Israel. Similar blockades are announced in Turkey and India. In February 2009 members of the South African Transport and Allied Workers Union SATAWU, affiliated to COSATU, refused to work the Zim Lines "Johanna Russ" – which sailed from Haifa at the height of the invasion – when it arrived in Durban.

# **Appendix 2**

#### Sawt el-Amel's Assessment of the Histadrut

By Wehbe Badarne, General Director, Sawt el-Amel (Translated and edited from Arabic) Nazareth, June 2008

The need to establish a trade union association for Palestinian Arab workers who hold Israeli citizenship did not arise out of a vacuum, nor was it born of coincidence; rather, it is urgently required to fulfill the ambitions of those Palestinian workers who remained on their lands after the Nakba of 1948. It is also a direct result of the historical events the Palestinian people experienced after the Nakba and the subsequent collapse of the Palestinian trade union movement, whose activities were centered in the city of Haifa. The Palestinian working class in Israel is among the poorest sections of society and the one whose rights are most abused by employers. It should be emphasised that this group of workers is part of









Sawt el Amel's Women's Platform organising against Wisconsin Plan

the Arab Palestinian minority holding Israeli citizenship, which has been faced with racial discrimination for sixty years, as manifested in land confiscations, home demolitions and the denial of work opportunities. Their land was confiscated, their jobs lost, and - after Israel brought in hundreds of thousands of foreign workers as cheap labor in the building, agricultural and service sectors to replace Arab workers - their economic survival depended on social security benefits from the Israeli National Insurance Institute.

While the Histadrut, the Israeli trade union congress, is supposed to represent all segments of workers and promote their trade union rights, in reality it operates in the exact opposite manner with regard to defending the rights of low-paid, oppressed workers.

The Histadrut trade union was founded in 1920 at the beginning of the British Mandate in Palestine. During that period it essentially restricted its role to organising 'Hebrew Labour', and to excluding Arab workers from all workplaces, as well as waging war on the Arab Palestinian trade union associations that had been established in 1922 in Acre, Haifa, Yaffa, and Nazareth and in the surrounding Arab villages in the Galilee.

It should be indicated that from an historical viewpoint, the Histradrut played an important and prominent role in waging war on and causing the disintegration of the Palestinian labour movement before the Nakba of 1948. It also had a role in establishing the Jewish settlement movement in Palestine, and in building the State of Israel from the 1920s<sup>1</sup>. Over the course of the past eighty years, the Histadrut has equally played a central role in developing and accelerating the establishment of the Israeli economy, in particular by gaining control over the major industries and establishments, such as the electricity company, the seaports, the airports and the various aviation industries, the technology and transportation industries, and

www.scottishpsc.org.uk

<sup>&</sup>lt;sup>1</sup> For more historical background see: Badarne, Marie, Separate and Unequal: The History of Arab Labour in pre-1948 Palestine and Israel Sawt el-Amel: December 2006.

governmental offices, in addition to its former control of Bank Hapoalim (Hebrew: Workers' Bank) and a large number of services areas, including agriculture and construction.

After the lifting of the military rule over the Arab population inside the Green Line, which was concentrated in the Galilee and parts of the Triangle, the Histadrut played a key role in the ideological "formation" of the Arab working class. In 1968, at a conference of the ruling Labour Party MAPAI, a decision was taken that the Histadrut, which was ideologically linked to MAPAI, should focus on recruiting Arab workers to the ranks of the Histadrut, especially with a view to making them loyal supporters of the government party MAPAI. By 1968, the Arab workforce in Israel was 60,000 strong, with 50,000 of whom being salaried workers. 41,000 Arabs were members of the Histadrut, though the majority only joined because of social benefits such as health insurance.

At the time, Yacov Cohen, head of the Histadrut's Arab department, defined the Histadrut as the main public actor in instilling the Labour Zionist ideology in the population, including the Arab community. He said that by providing social services to Arabs, like health insurance and sports and youth clubs, the Histadrut would win them over for its political ends, the building of the Zionist state<sup>2</sup>.

Apart from furthering the state's political goals, the Histadrut further played a major role in hampering economic development in the Arab sector as an independent economy and in establishing a double standard wage system for Arab in Jewish workers in the Israeli economy, as the following sections will show.

#### The Histadrut in the Present Reality

The questions that are most frequently asked by trade union associations and organisations around the world on the subject of the Histadrut, and which have also been put to Sawt el-Amel, as an Arab Palestinian association inside Israel that defends the rights of Arab workers and unemployed, are the following: Who does the Histadrut represent? Does it represent the most poorly paid Arab and even Jewish workers? And why is there a need for an Arab unionist association to represent Arab workers in Israel if the Histadrut exists and represents all workers in Israel?

The answer is that the Histadrut does not effectively represent Arab workers or pay any regard or legal consideration to their union rights, either on the level of unionist organisation or affording legal protection to these non-unionised workers. The examples provided in this report shall explain and justify the position that we have adopted at Sawt el-Amel.

The Israeli labor federation Histadrut has played and continues to play an important and central role in defending and representing workers in white-collar sectors who enjoy very high salaries. These sectors, which are organised within the Histadrut, comprise the military and aviation industries, the seaports in Haifa and Ashdod, the airports, public communications and electricity companies, governmental offices and other governmental institutions. Meanwhile, however, tens of thousands of the low-paid - many of whom working for manpower companies in the construction, services and agricultural sectors and in other seasonal jobs - are left without representation or protection for their rights. Hence the need for Sawt el-Amel as an independent Palestinian trade union association able to bear the heavy responsibility of serving as an address for the poor working classes disregarded by the Histadrut.

No more than a cursory glance at the aforementioned high-wage workplaces is sufficient to reveal the fact that they exclude Arab workers, on "security"-related pretexts, such as electricity and transportation companies and petrochemical and military industries. The Histadrut does control these public or partly

\_

<sup>&</sup>lt;sup>2</sup> Yair Baeumel, A Blue and White Shadow, [Hebrew], Pardes Publishing House, 2007

government-owned labor sectors in Israel and has the ability to announce open-ended strikes and paralyse all of the state's public utilities in case a violation occurs to the rights of employees of the banks, the electricity company, the airports and seaports, the military industries or any of the large labor sectors. On the other hand, the rights of low-paid and often subcontracted workers in the service, cleaning, construction, restaurant and agricultural sectors, are infringed on a daily basis. The Histadrut, however, takes no action, remaining silent about the abuse, exploitation and affronts to their dignity to which they are subjected at their workplaces. Priority is instead given to defending middle class segments of workers who enjoy sky-high salaries.

It is perhaps the closure of textile factories in Arab towns and villages in Israel over the past twenty years that provides the greatest indicator of the colluding role that the Histadrut has played in terms of its bias towards employers, and in denying the rights of hundreds of Arab women workers dismissed from their workplaces. It was in this particular case that the Histadrut adopted a position in favour of negotiations with the employers to grant the paltry rights of these workers, women who had spent years at their workplaces in the garment factories. Certainly, the lack of a trade union culture and awareness among Arab workers should be taken into account here, a lack that ultimately leads to their exploitation. Hence the Histadrut exploits poor, oppressed workers, while portraying itself as having made a significant achievement for them.

It should be noted that the majority of the textile factories that were closed down in the Arab sector were then outsourced to Asian and Arab counties, and in particular to Jordan, as part of the neo-liberal globalisation of the economy. This allowed Israeli employers to close down textile factories and transfer them to so-called Qualified Industrial Zones established by the peace accord between Israel and Jordan, which was signed in 1993.

#### Positions Taken by the Histadrut against Arab Workers

#### Threats Issued by the Histadrut against Arab Workers on Land Day

In 1976, the Israeli government confiscated thousands of dunams of agricultural lands from the three Arab villages of Arrabe, Sakhnin and Deir Hanna in the Galilee. Immediately after the expropriation of these lands from Arab farmers, the Arab leadership decided, on the 25th of March, 1976 at a large popular meeting held in Shafa'Amr, to announce a general strike on the 30th of March in protest against the confiscation orders. On the day of the strike, violent and bloody confrontations took place between the Arab villagers in the Galilee and the Israeli army and police forces. Six Arab citizens were killed in these demonstrations, many were injured by live bullets and hundreds of demonstrators were detained and imprisoned<sup>3</sup>.

The Histadrut adopted a hostile stance towards the strike and warned that any Arab workers who took part in it and failed to turn up at their workplaces would be liable for dismissal, and that the Histadrut would not provide them with any legal protection. The Arab bureau within the Histadrut's advice center conducted a large campaign in the Galilee and the Triangle to oppose the call to strike (Haaretz, 28/03/1976).

On the eve of the historical call to strike on Land Day, the local media reported that the Histadrut's leadership had hurriedly arranged a meeting with employers in the chambers of commerce in Haifa, at which it was decided to take reprisal measures against and dismiss Arab workers who participated in the strike on the 30th of March (Al-Ittihad, 23/03/1976). In the same connection, the Secretary of the Histadrut in the town of Carmiel in the northern Galilee, Ezra Vik, contacted the heads of the Arab local authorities in the area and demanded that they sabotage the strike. The Histadrut also distributed a leaflet

\_

<sup>&</sup>lt;sup>3</sup> See: The Black Book – Land Day, [Arabic], Cooperative Union Press: September 1976.

in workplaces in which it warned against absence from work on the day of the strike, and that absent workers would not be given trade union protection by the Histadrut (Haaretz, 28/03/1976).

After the events of 1976 that led to Land Day, the Histadrut established a committee to investigate the union's activities in the Arab sector, and the committee's conclusions were clear-cut: Arab workers perceive the Histadrut as part of the regime and not as a trade union defending their rights (A Blue and White Shadow, 2007).

#### The role of the Histadrut in denying unemployment benefits to the Arab unemployed

Sawt el-Amel has received hundreds of complaints in recent years from workers and unemployed people in the Arab sector that underscore the role that the Histadrut has played in colluding against workers denied unemployment benefits and income support allowances by the National Insurance Institute and government employment bureaus.

Workers who lost their jobs for health-related reasons or were dismissed from their workplaces are eligible to obtain unemployment benefits from the employment bureau. However, workers face crippling and extremely complicated conditions in obtaining these benefits. In many cases employment bureaus send workers to local contractors or workplaces that provide conditions unsuitable to the worker's health condition, or else the employment opportunity does not correspond to the profession of the worker. Moreover, most of these workplaces do not pay the minimum wage to their workers. Thus some workers refuse the work because of the degrading and serf-like work conditions. However, when they return to the employment bureau and describe these abusive working conditions they are registered as "work refusers", and are penalised by having their benefits cancelled for two months. In such cases workers often ask Sawt el-Amel to submit an appeal against these unfair decisions to the appeals committee within the Ministry of Trade Industry and Labor. A representative of the employment bureau sits on this committee, together with a representative of the employers, a lawyer from the employment bureau, and a representative of the Histadrut, who is supposed to represent the workers' position. The worker who submitted the appeal is also present. During the examination of the worker's complaint, the representative of the Histadrut typically adopts a position in support of the employment bureau and the employers and against the complainant worker. The Histadrut representative then signs the minutes of the session, at which it is decided not to accept the worker's appeal, thereby approving the decision of the employment bureau to deny the worker's unemployment benefits.

Sawt el-Amel has unequivocal evidence of the Histadrut's involvement in conspiring against the rights of workers in the appeals committees, and is in possession of a large number of protocols of appeals sessions at which workers were denied their rights, that have been signed by a representative of the Histadrut. Moreover, Sawt el-Amel has tens of files of workers who lost their appeals in these committees and subsequently approached the organisation, which then filed petitions to the labor courts on their behalf. The labor courts have then accepted Sawt el-Amel's petitions and reinstated the unemployment benefits to the workers.

#### The Histadrut gives its blessing to the Wisconsin Plan in Nazareth

The "Wisconsin Plan" was launched in Israel in August 2005. Under this plan, the government agreed to the hand over the fate of 17,000 workers and unemployed people to profit-making Israeli and foreign companies. In accordance with an agreement signed between the government and private companies, the plan operates in four areas in the country, including Nazareth, the largest Arab town inside Israel.

The government and the implementing companies have argued that the Plan's guiding principle is to reintegrate the unemployed into the labor market. However, in reality, as became clear from the first moments of the Plan's implementation, these companies have used all available means to cut off social

security payments from workers and the unemployed. This is because the implementing companies increased their profit in relation to the amount of money they saved the state's welfare department.

Three years later, it is clear on the ground that the companies implementing the plan have brought more misery, poverty and despair upon thousands of workers and unemployed people who lost their benefits because of the Wisconsin Plan<sup>4</sup>.

Sawt el-Amel initiated a wide-ranging media and public campaign against the Wisconsin Plan prior to its launch and implementation. The organisation viewed this extremely dangerous governmental plan as one that serves the interests of privatisation and capitalism, while inflicting severe harm on poor workers, and has been opposing it ever since, up until the writing of these lines. Sawt el-Amel has fought against the Wisconsin Plan by issuing publications and reports, launching intensive media campaigns in the press, organising symposia, and screening films and organising demonstrations and sit-down protests in the streets.

In the face of this struggle, however, the Histadrut decided to bestow its support on this plan and thus to lend it legitimacy. The Histadrut's representatives in Nazareth, first and foremost the head of the Nazareth branch, Mr. Ziyad Awdi, took part in the festivities that were put on by the private companies implementing the plan. Indeed, the head of the Histadrut in Nazareth was the first to take part in the celebrations for the plan's launch in July 2005<sup>5</sup>. However, the Histadrut did not suffice with supporting and giving its blessing to this repugnant, exploitative plan, or with failing to issue a single announcement stating its position towards it, a plan that had provoked widespread public anger among workers. Instead it attacked and incited against Sawt el-Amel in the media, and attempted to deter workers from participating in the demonstrations it organised against the plan. At the national level, the stance adopted by the Histadrut's leadership differed little from that of the local leadership in Nazareth. It organised not one protest demonstration against this pro-privatization plan, made not a single announcement condemning it, and took no steps to support the oppressed and suffering workers it harmed. Is this the conduct of an official trade union that claims to safeguard the rights of the working class?

#### The Pension Funds Agreement between the Histadrut & Employers: In the Service of Whom?

The Pensions Funds Agreement, which was concluded in July 2007 between the Histadrut and the Associations of Israeli Industrialists and Employers, and that came into force in early 2008, affords workers the right to pension benefits nine months after the commencement of work for the employer. The new pension law entitles male workers from the age of 21 and female workers from the age of 20 to pension benefits. What, then, is the problem?

The problem lies in the fact that the agreement excludes young workers aged between 18 and 20, who are left without pension fund rights or guarantees, or even a minimum level of workers' basic human rights. As for Jewish young people between 18 and 21 (20 in case of women), they perform military service and enjoy the benefit of many kinds of financial assistance, grants and governmental loans for completing this service.

It should be stressed that particularly this age group - young workers in their early twenties — is essentially comprised of people who work without any protection or trade union framework to safeguard their rights, and that the vast majority works for employers, manpower companies or seasonal and non-unionised contractors who do not pay their workers a minimum wage and continuously violate their rights. How, then, are these segments of workers to enjoy the benefits of the social security protection provided by the

\_

<sup>&</sup>lt;sup>4</sup> For more information about the Wisconsin Plan, please visit our website at www.laborers-voice.org.

<sup>&</sup>lt;sup>5</sup> Sawt el-Amel has a video recording of this event in its archive.

new pension agreement, and who will endeavor to implement this law while no one is working to realise or observe the most basic of rights contained therein, be it official governmental bodies or the Histadrut, which is supposed to protect and defend the rights of the working class?

It is worth mentioning that as of today, over 75% of Arab workers are not entitled to pension benefits, and these workers seem to be of no importance whatsoever to the Histadrut (Israel Bureau of Statistics, 2007).

#### The Histadrut Abandons Workers Subcontracted by Manpower Companies

At the beginning of 2008, the number of non-unionised workers employed by manpower company contractors stood at over 400,000, both Arabs and Jews. They work in the cleaning, private security, maintenance, nursing, agricultural and construction sectors and in other menial jobs. The prospects of these workers are bleak. Their employers are entitled to dismiss them when they please, according to their will and mood, without any obstacles or impediments. Why is that?

Because the Histadrut, headed by its General Secretary Ofer Eini, reached an agreement with employers that these workers would be appointed on a permanent basis and thus be granted trade union rights only after a nine month period. There is now even talk of negotiations taking place between the Association of Israeli Employers and the Histadrut over extending the period of permanent appointment for workers from nine months to eighteen months.

Retaining workers for a limited period of time without officially appointing them to the workplace makes them mere hostages of their employers, as economic considerations and "workforce cutbacks" will always provide reasons for laying off these workers. They are therefore fired on flimsy pretexts and without any rights, so long as they are not organised in a union to protect their rights, and given the absence of any oversight or inspection of their serf-like working conditions (Haaretz, 19/12/2007). This lack of unionisation opens the doors wide to exploitation of workers by their employers.

#### The Histadrut and Privatisation

As a result of the Israeli economy's move towards privatisation and the onset of the sell-out of governmental facilities in the early 1990s, the Histadrut also witnessed a significant shift towards privatisation. This shift occurred after Member of Knesset Haim Ramon assumed the chairmanship of the union in 1994, a year of changes, when he broke away from the Labor Party and formed a joint independent list with the political parties Meretz and Shas, bringing about fundamental transformations that paved the way for privatisation. The new leadership turned its attention to the need to separate union activities off from the General Sick Fund (in Hebrew: Kupat Holim). The new list also demanded the sale of the Histadrut's economic enterprises. The list's victory in the elections broke the monopoly of the Labor Party over the Histadrut, a monopoly that it had maintained since the union's establishment in 1920.

Ramon's control of the Histadrut's leadership brought about fundamental change within the labor federation, now called the New Histadrut. Companies and General Sick Fund were separated from the union. The internal overhaul within the Histadrut also led to its distancing itself from the symbols of socialism, such as the cooperative movement, the red flag and May Day celebrations. For Ramon's new leadership, the embodiment of modernisation was conformity with the new economic world order, or in other words adaptation to neo-liberal globalisation, and diminishing the role of public institutions in the Israeli economy.

In fact, the march of privatisation did not begin with the overhaul in the leadership of the Histadrut. Rather, it was initiated by the Histadrut's leadership during the chairmanship of Yisrael Kessar in the late 1980s, when a plan was put in place to reduce the number of workers and to close factories owned by the Histradrut, as part of a reform plan, led by Koor Industries Ltd.'s Managing Director, Beni Gaon. During the

years preceding the overhaul of 1994, the Atta Factory, Soltam Ltd., the Hamat Factory and numerous other factories were shut down, making thousands of workers redundant. Against this backdrop, a deal was made to sell Koor off in February 1995. The Histadrut sold 22% of the stocks of this industrial holding company to American investments corporation Shamrock Holdings, which is managed by the Disney dynasty, for 256 million dollars. While this sum was considered profitable for Koor, in less than two years (in mid-1997) Shamrock was able to sell the same stocks to the Bronfman-Kolber group for 378 million dollars, thereby making a profit of over 100 million dollars (35%) through its investment in this Histadrut enterprise.

In a further deal worth approximately 85 million dollars, the Histadrut sold off its shares in Shikun uBinui (Hebrew: Housing and Construction) Holdings to businessman Ted Arison. Arison purchased 15% of the shares and offered loans to the company's employees to buy up the remainder. Officials from the Histadrut argued that this sum reflected the true value of the company, which was swamped with debts. However, it subsequently came to light that the company owned huge reserves of land and real estate that was registered in the company records at their old and not their actual value. As a result, Arison made hundreds of millions of dollars in net profits. As mentioned above, the policy of privatisation, one of the most prominent enthusiasts of which was the New Histadrut, caused a sharp rise in unemployment. And though the first victims of these structural changes were Arab workers, Jewish development towns were not spared its consequences either. The government and the Histadrut had set up factories in these towns for geopolitical rather than economic reasons, with the goal of settling new Jewish immigrants to Israel there and creating jobs for them. With the adoption of the neo-liberal economic doctrine, however, these factories have now been shut down. The last such closure was that of the Polgat textile factory in the south of the country, which led to the entry of hundreds of its former workers into the unemployment market, with a total disregard for the old slogans.

#### **Workers Unaware of Histadrut Membership**

The entry into force of the National Health Insurance Law on the 1st of January, 1995 heralded a new phase for trade unionism in Israel, and placed the Histadrut at a fateful juncture. Whilst in the past health services had been a powerful weapon in mobilising workers and the public to join the Histadrut, the new legal reality led to a total separation between health insurance and union membership. The new law guarantees health care to every citizen, with the latter paying fees for treatment through the National Insurance Institute. This created freedom of choice between the various sick funds, which receive fees from the government rather than directly from patients. The sale of the Histadrut's assets to private companies and the separation of the sick fund from union membership resulted in horrendous financial losses to the union, to say nothing of the loss of the social and economic basis for its very existence. In the past it had been possible to recruit members to the Histadrut through economic interest or health services, whatever their need for or satisfaction with its role as a union. This situation came to and end, however, and membership of the Histadrut came to depend solely on trade unionist incentives.

The new leadership of the Histadrut, and primarily the representatives of the middle classes from the Labor Party, Meretz, Shas and the other parties within the union lacked the political or social skills to conduct a trade union campaign to recruit workers to a genuine labor union, in opposition to employers and in defense of workers' rights.

It is significant that the percentage of voters who took part in the Histadrut elections of 2007 was not in excess of 32%; i.e. just 148,000 of a total of 460,000 members with the right to vote actually did so (unofficial figures confirm that fewer than 50,000 Arab workers are members of the Histadrut). If one considers that the labor force in Israel at the beginning of 2008 stood at 2.6 million workers, it can be deduced that only 6% of all workers participated in the latest Histadrut elections.

Instead, in order to salvage the Histadrut and build a social and economic base for it, Ramon's leadership exploited the need of employers and the government for a unified trade union system and maintained intensive contacts with them, through which it created a new system in which workers no longer know whether they are union members or not. Contrary to the worldwide principle of free union activity based on the free will of the worker and his or her voluntary affiliation to a union, the Histadrut resorted to tricking workers into compulsory affiliation, turning the union into a quasi-governmental institution. In its position as virtually the sole representative of the working class, the Histadrut reached a collective agreement with the employers' union, signed on the 9th of January, 1995, eight days after the implementation of the National Health Insurance Law, which stipulates that employers deduct 0.9% from the salaries of their workers in membership or service fees (0.8%).

If the Histadrut was facing a serious crisis on the 1st of January 1995, lacking guarantees of new members, this new agreement constituted a gift from employers. This gift has allowed the union to collect fees without being obliged to provide the workers with any services or legal trade union protections to prove the advantages of membership. On the ground this arrangement has been reflected in demonstrations of contempt for workers' welfare and in the Histadrut's conspiring with employers against their rights. The new way in which the Histadrut has been organised has guaranteed it with a large number of compulsory members, or rather service-fee payers: according to the Histadrut Comptroller's report from 1996, of the Histadrut's 600,000 members, 550,000 (92%) automatically have their fees deducted from their paycheck, while just 50,000 of its members (8%) pay their fees consciously.

On the ground, this shift from organising and representing workers to simply collecting membership or service dues has raised serious concerns for Sawt el-Amel: According to Sawt el-Amel's field experience and testimonies from workers, a large majority of those workers who have the fees automatically deducted from their salary don't even know whether it is a membership or a simple service fee they are paying (in fact, many are not aware of these deductions at all!), as many report that they have never been asked to authorise this deduction. No representative of the Histadrut has ever explained their status to them, let alone collected written consents from the workers to become either members of the union or benefit from a collective agreement covering their workplace. This behaviour is not only counter-productive to the spirit of trade unionism but it constitutes a violation of ILO Convention 95 on the Protection of Wages. This international principle was upheld by a recent Israeli labour court decision in the case Histadrut v Shvab Tal Ltd. (299/06 AB), where the Haifa labour court confirmed that workers must authorise the deduction of union membership and service fees from their salaries.

Therefore, we conclude that in the most favourable of cases, the Histadrut has neglected its mandate to organise and represent workers effectively, and in the worst case, it has tricked workers into compulsory membership without their knowledge and consent.

It is clear therefore that without reaching an agreement with the employers, the number of workers affiliated to the Histadrut would have fallen even more, causing it to lose its monopoly over unionist activity and producing a sea change in the rules of the game of the Israeli labor movement.

www.laborers-voice.org P.O. Box 2721 Nazareth 16126 Israel (Reg. N°: 58-0365658)

Tel: +972 (0)4 6561996; Fax: +972 (0)4 6080917

laborers@laborers-voice.org